

Message Text

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61

ACTION ARA-10

INFO OCT-01 ISO-00 SP-02 AID-05 EB-07 NSC-05 CIEP-02

TRSE-00 SS-15 STR-04 OMB-01 CEA-01 CIAE-00 COME-00

FRB-01 INR-07 NSAE-00 USIA-15 XMB-04 OPIC-06 LAB-04

SIL-01 DODE-00 PA-02 PRS-01 L-03 ABF-01 FSE-00 /098 W
----- 127326

P 302123Z MAY 75

FM AMEMBASSY BUENOS AIRES

TO SECSTATE WASHDC PRIORITY 1372

UNCLAS BUENOS AIRES 3712

DEPT PASS COMMERCE AND TREASURY

E.O. 11652: N/A

TAGS: EFIN, AR

SUBJECT: CENTRAL BANK IMPOSES TEMPORARY FREEZE ON FOREIGN EXCHANGE
REMITTANCES DEVALUATION EXPECTED.

1. CENTRAL BANK HAS JUST TEMPORARILY SUSPENDED ALL SALES OF
FOREIGN EXCHANGE FOR REMITTANCE ABROAD, WITH EXCEPTION
OF: 1) CERTAIN IMPORT PAYMENTS; 2) REPAYMENT OF LOANS
AND INTEREST APPROVED UNDER CIRCULAR R.C. 444 OF
SEPTEMBER 21, 1972; 3) EXPENSES FOR FOREIGN TRAVEL;
4) OTHER PAYMENTS AUTHORIZED EXPRESSLY BY CENTRAL BANK;
AND 5) FORWARD FOREIGN EXCHANGE SALES CONTRACTS WHEN TERMINATED.

2. IN ANOTHER DECREE, CENTRAL BANK PROHIBITS COMMERCIAL
BANKS FROM UNDERTAKING NEW FORWARD SALES OF FOREIGN
EXCHANGE TO COVER IMPORT TRANSACTIONS, OR FROM RENEWING
CONTRACTS ALREADY SIGNED.

3. COMMENT: MOST OBSERVERS BELIEVE RESTRICTIONS ARE TEMPORARY
AND RANGE PRESAGE FURTHER IMPORTANT EXCHANGE RATE
ADJUSTMENTS WHICH LIKELY NEXT WEEK.

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
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Concepts: BANK LAW, FOREIGN EXCHANGE RATES, DEVALUATIONS
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Draft Date: 30 MAY 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Drafter: n/a
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Review Comment: n/a
Review Content Flags:
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Review Exemptions: n/a
Review History: RELEASED <02 DEC 2003 by ThomasVJ>; APPROVED <09 JAN 2004 by SmithRJ>
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Margaret P. Grafeld
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05 JUL 2006

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TAGS: EFIN, AR
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Type: TE
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